

FISCAL NOTE

HB 1246 - SB 1664

March 5, 1997

SUMMARY OF BILL: Authorizes two or more related corporations whose wages are disbursed by a common paymaster to be treated as a single employer for purposes of computing the taxable wage base for unemployment taxes. Under current law, premiums are paid on the first \$7,000 of wages paid for services for each individual corporation for which an individual worked.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Decrease Revenue - Less than \$100,000 - Unemployment Compensation Trust Fund

Cost estimates are based upon a reduction in premium revenues, since premiums will only be paid on the first \$7,000 paid to an individual working for more than one related corporation under a common paymaster instead of premiums being paid on the first \$7,000 paid to the individual by each of the related corporations for which the individual worked.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James A. Davenport".

James A. Davenport, Executive Director